

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WS-02156A
Rio Verde Utilities – Sewer Division
25609 Danny Ln., Ste. 1
Rio Verde, AZ 85263

RECEIVED
APR 18 2006
Z Corporation Commissic
Director of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
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FOR COMMISSION USE

ANN05	05
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entered
4-19-06
rf

COMPANY INFORMATION

Company Name (Business Name) Rio Verde Utilities, Inc.

Mailing Address 25609 N Danny Lane, Suite 1
(Street)

Rio Verde
(City)

AZ
(State)

85263
(Zip)

(480) 471-7247

(480) 471-7636

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address rioverde@cox.net

Local Office Mailing Address same
(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address same

MANAGEMENT INFORMATION

Management Contact: Jim Thomson Vice-President
(Name) (Title)

25609 N Danny Lane, Suite 1
(Street)

Rio Verde
(City)

AZ
(State)

85263
(Zip)

(480) 471-7247

(480) 471-7636

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address rioverde@cox.net

On Site Manager: Michael L Kleminski
(Name)

25609 N Danny Lane, Suite 1
(Street)

Rio Verde
(City)

AZ
(State)

85263
(Zip)

(480) 471-2728

(480) 471-7636

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Jim Thomson

(Name)

25609 N Danny Lane, Suite 1

(Street)

Rio Verde

(City)

AZ

(State)

85263

(Zip)

(480) 471-7247

Telephone No. (Include Area Code)

(480) 471-7636

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Richard Sallquist

(Name)

4500 S Lake Shore Dr, Suite 339

(Street)

Tempe

(City)

AZ

(State)

85285

(Zip)

(602) 224-9222

Telephone No. (Include Area Code)

(480) 730-0761

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

Rio Verde Utilities, Inc - Sewer Division

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization	1,380		
352	Franchises	-		
353	Land and Land Rights	50,512		
354	Structures and Improvements	280,336		
355	Power Generation Equipment	-		
360	Collection Sewers - Force	61,069		
361	Collection Sewers - Gravity	1,723,698		
362	Special Collecting Structures	194,885		
363	Services to Customers	562,446		
364	Flow Measuring Devices	-		
365	Flow Measuring Installations	-		
370	Receiving Wells	-		
380	Treatment and Disposal Equip.	2,383,397		
381	Plant Sewers	-		
382	Outfall Sewer Lines	-		
389	Other Plant and Misc. Equipment	-		
390	Office Furniture and Equipment	-		
391	Transportation Equipment	45,787		
393	Tools, Shop and Garage Equip.	4,796		
394	Laboratory Equipment	58,223		
395	Power Operated Equipment	-		
398	Other Tangible Plant	76,860		
	TOTALS	5,443,390	1,647,456	3,795,934

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME *Rio Verde Utilities, Inc - Sewer Division*

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization	1,380		
352	Franchises	-		
353	Land and Land Rights	50,513		
354	Structures and Improvements	280,326		
355	Power Generation Equipment	-		
360	Collection Sewers – Force	61,069		
361	Collection Sewers – Gravity	1,723,698		
362	Special Collecting Structures	194,885		
363	Services to Customers	562,446		
364	Flow Measuring Devices	-		
365	Flow Measuring Installations	-		
370	Receiving Wells	-		
380	Treatment and Disposal Equip.	2,383,397		
381	Plant Sewers	-		
382	Outfall Sewer Lines	-		
389	Other Plant and Misc. Equipment	-		
390	Office Furniture and Equipment	-		
391	Transportation Equipment	45,787		
393	Tools, Shop and Garage Equip.	4,796		
394	Laboratory Equipment	58,223		
395	Power Operated Equipment	-		
398	Other Tangible Plant	76,860		
	TOTALS	5,443,390	2.60325 %	77,508

This amount goes on the Comparative Statement of Income and Expense Acct. 403

COMPANY NAME

Rio Verde Utilities, Inc. - Sewer Division

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 18,898	\$ 21,597
132	Special Deposits		
135	Temporary Cash Investments	458,988	547,498
141	Customer Accounts Receivable	33,997	62,450
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	140,576	161,002
174	Miscellaneous Current and Accrued Assets	149,695	149,451
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 802,154	\$ 941,998
	FIXED ASSETS		
101	Utility Plant in Service	\$ 5,429,698	\$ 5,443,390
103	Property Held for Future Use	1,290,354	1,290,354
105	Construction Work in Progress	167,192	149,001
108	Accumulated Depreciation - Utility Plant	< 1,507,253 >	< 1,647,456 >
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 5,379,991	\$ 5,235,289
	TOTAL ASSETS	\$ 6,182,145	\$ 6,177,287

NOTE: Total Assets on this page should equal Total Liabilities and Capital on the following page.

COMPANY NAME *Rio Verde Utilities, Inc - Sewer Division*

BALANCE SHEET (CONTINUED)

Acct No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 46,804	\$ 41,371
232	Notes Payable (Current Portion)	114,170	117,892
234	Notes/Accounts Payable to Associated Companies	-	31,797
235	Customer Deposits		
236	Accrued Taxes	29,091	2,655
237	Accrued Interest	12,353	14,926
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 202,418	\$ 208,691
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 2,506,327	\$ 2,395,178
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$	\$
253	Other Deferred Credits		
255	Accumulated Deferred Investment Tax Credits	22,069	19,629
271	Contributions in Aid of Construction	2,362,879	2,437,879
272	Less: Amortization of Contributions	< 639,307 >	< 702,002 >
281	Accumulated Deferred Income Tax	214,740	211,435
	TOTAL DEFERRED CREDITS	\$ 1,960,381	\$ 1,966,936
	TOTAL LIABILITIES	\$ 4,669,126	\$ 4,570,805
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,428,357	\$ 1,428,357
211	Other Paid in Capital		
215	Retained Earnings	84,662	178,125
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 1,513,019	\$ 1,606,482
	TOTAL LIABILITIES AND CAPITAL	\$ 6,182,145	\$ 6,177,287

COMPANY NAME *Rio Verde Utilities, Inc - Sewer Division*

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$ 848,991	\$ 882,446
522	Measured Revenues		
536	Other Wastewater Revenues	54,799	55,762
	TOTAL REVENUES	\$ 903,790	\$ 938,207
	OPERATING EXPENSES		
701	Salaries and Wages	\$ 94,626	\$ 104,601
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense	10,395	35,120
715	Purchased Power	60,966	61,633
716	Fuel for Power Production		
718	Chemicals	24,623	28,650
720	Materials and Supplies	5,593	9,464
731	Contractual Services – Professional	4,207	4,398
735	Contractual Services – Testing	1,738	3,473
736	Contractual Services – Other	62,095	86,033
740	Rents	-	
750	Transportation Expense	6,656	8,472
755	Insurance Expense	21,000	14,700
765	Regulatory Commission Expense	3,333	-
775	Miscellaneous Expense	120,279	162,507
403	Depreciation Expense	78,660	77,508
408	Taxes Other Than Income	9,164	12,701
408.11	Property Taxes	31,119	36,879
409	Income Taxes	65,551	52,175
	TOTAL OPERATING EXPENSES	\$ 600,115	\$ 698,314
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 31,898	\$ 43,813
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	< 163,838 >	< 190,243 >
	TOTAL OTHER INCOME/EXPENSE	\$ < 131,940 >	\$ < 146,430 >
	NET INCOME/(LOSS)	\$ 171,725	\$ 93,463

COMPANY NAME

Rio Verde Utilities, Inc - Sewer Division

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	6/22/96	12/5/01		
Source of Loan	Co Bank	Co Bank		
ACC Decision No.	59392	63585		
Reason for Loan	Plant Expansion	Plant Expansion		
Dollar Amount Issued	\$ 2,000,000	\$ 1,179,398	\$	\$
Amount Outstanding	\$ 1,443,434	\$ 1,069,635	\$	\$
Date of Maturity	6/20/2016	12/21/2021		
Interest Rate	1/2 variable 1/2 9.8 %	variable %	%	%
Current Year Interest	\$ 123,181	\$ 67,062	\$	\$
Current Year Principle	\$ 81,772	\$ 25,656	\$	\$

COMPANY NAME *Rio Verde Utilities, Inc.*

WASTEWATER COMPANY PLANT DESCRIPTION

TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	<i>extended aeration, tertiary treatment with pressure filters & effluent disinfection</i>
DESIGN CAPACITY OF PLANT (Gallons Per Day)	<i>700,000</i>

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
<i>25202 N. Forest Rd</i>	<i>3</i>	<i>10</i>	<i>530</i>	<i>2400</i>
<i>25202 N Forest Rd</i>	<i>3</i>	<i>5</i>	<i>390</i>	<i>5100</i>
<i>Tonto Verde (east)</i>	<i>2</i>	<i>5</i>	<i>300</i>	<i>1340</i>
<i>Tonto Verde (east)</i>	<i>1</i>	<i>3</i>	<i>150</i>	<i>-</i>
<i>Box BAR</i>	<i>2</i>	<i>1</i>	<i>13</i>	<i>146</i>

FORCE MAINS

Size	Material	Length (Feet)
<i>4-inch</i>	<i>PVC</i>	<i>400</i>
<i>6-inch</i>	<i>PVC</i>	<i>14441</i>
<i>2 - inch</i>	<i>HDPE</i>	<i>2500</i>

MANHOLES

Type	Quantity
<i>Standard</i>	<i>482</i>
<i>Drop</i>	<i>118</i>

CLEANOUTS

Quantity
<i>104</i>

COMPANY NAME Rio Verde Utilities, Inc

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS

Size (in inches)	Material	Length (in feet)
4		
6	PVC	5951
8	PVC	134,655
10	PVC	1312
12	PVC	12586
15	PVC	5200
18		
21		
24		
30		
8	DIP	380

SERVICES

Size (in inches)	Material	Quantity
4	PVC	1678
6		
8		
12		
15		

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY

SOLIDS PROCESSING AND HANDLING FACILITIES	Vacuum & Plate Press w/ 25 cu yd container
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Hypochlorination w/ 12.5% Bleach (1500 Bulk feed tanks)
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	7 Dual media pressure sand filters
STRUCTURES (Buildings, Fences, Etc.)	Lab/Office BLDG, WWTP wall enclosure, 3 Blower/Maintenance BLDGS.
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	STANDBY Generation - 2-75KW, 1-130KW, 1-230KW, Spectrophotometer, turbidimeter, Autoclave, ovens, incubators

COMPANY NAME *Rio Verde Utilities, Inc.*

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
<i>2/06</i>	<i>1546</i>	<i>5,765,000</i>	<i>237,000</i>
<i>1/06</i>	<i>1537</i>	<i>6,089,000</i>	<i>255,000</i>
<i>12/05</i>	<i>1535</i>	<i>5,063,000</i>	<i>203,000</i>
<i>11/05</i>	<i>1532</i>	<i>5,731,000</i>	<i>292,000</i>
<i>10/05</i>	<i>1529</i>	<i>4,166,000</i>	<i>191,000</i>
<i>9/05</i>	<i>1525</i>	<i>3,674,000</i>	<i>145,000</i>
<i>8/05</i>	<i>1520</i>	<i>3,223,000</i>	<i>170,000</i>
<i>7/05</i>	<i>1514</i>	<i>3,163,000</i>	<i>117,000</i>
<i>6/05</i>	<i>1501</i>	<i>3,739,000</i>	<i>181,000</i>
<i>5/05</i>	<i>1491</i>	<i>4,723,000</i>	<i>225,000</i>
<i>4/05</i>	<i>1486</i>	<i>6,596,000</i>	<i>272,000</i>
<i>3/05</i>	<i>1481</i>	<i>7,151,000</i>	<i>300,000</i>

PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	<i>Reuse</i>
Wastewater Inventory Number (all wastewater systems are assigned an inventory number)	<i>37-121</i>
Groundwater Permit Number	<i>NA</i>
ADEQ Aquifer Protection Permit Number	<i>P-100197</i>
ADEQ Reuse Permit Number	<i>P-100197</i>
EPA NPDES Permit Number	<i>NA</i>

STATISTICAL INFORMATION

Total number of customers 1535

Total number of gallons treated 59,797,000 gallons

COMPANY NAME Rio Verde Utilities, Inc. YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 415,479
Estimated or Actual Federal Tax Liability 141,263

State Taxable Income Reported 545,408
Estimated or Actual State Tax Liability 38,004

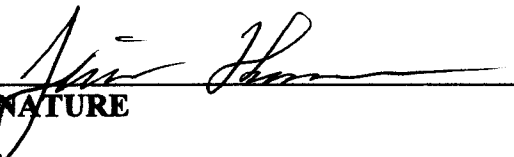
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances -
Amount of Gross-Up Tax Collected -
Total Grossed-Up Contributions/Advances -

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4/14/06
DATE

Jim Thomson
PRINTED NAME

VP
TITLE

COMPANY NAME Rio Verde Utilities, Inc. YEAR ENDING 12/31/2005

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 36,879

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

APR 18 2006

Z Corporation Commission
Director of Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Jim Thomson VP</u>
COMPANY NAME	<u>Rio Verde Utilities, Inc - Sewer</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Jim Thomson
SIGNATURE OF OWNER OR OFFICIAL
480-471-7242
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14th DAY OF

Notary Public State of Arizona
Maricopa County
Teresa C. Severson
Expires June 30, 2007

COUNTY NAME	<u>Maricopa</u>
MONTH	<u>April</u> 20 <u>06</u>

Teresa C. Severson
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES June 30, 2007

VERIFICATION

AND

SWORN STATEMENT

Intrastate Revenues Only

RECEIVED

APR 18 2006

Corporation Commission
Director of Utilities

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Jim Thomson, VP</u>
COMPANY NAME	<u>Rio Verde Utilities, Inc</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 941,205

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 2,998

IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Jim Thomson
SIGNATURE OF OWNER OR OFFICIAL
480-471-7247
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14th DAY OF

COUNTY NAME	<u>Maricopa</u>
MONTH	<u>April</u> , 20 <u>06</u>

Notary Public State of Arizona
Maricopa County
Teresa C. Severson

MY COMMISSION EXPIRES June 30, 2007

Teresa C. Severson
SIGNATURE OF NOTARY PUBLIC

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 18 2006

Corporation Commission
Director of Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>	
NAME (OWNER OR OFFICIAL) <u>Jim Thomson</u>	TITLE <u>VP</u>
COMPANY NAME <u>Rio Verde Utilities, Inc.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 775,261

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X

Jim Thomson
SIGNATURE OF OWNER OR OFFICIAL
480-471-2242
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

14th

DAY OF

Notary Public State of Arizona
Maricopa County
Teresa C Severson
Expires June 30, 2007

(SEAL)

MY COMMISSION EXPIRES June 30, 2007

NOTARY PUBLIC NAME <u>Teresa C Severson</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	20 <u>06</u>

X Teresa C Severson
SIGNATURE OF NOTARY PUBLIC

PARCEL/ACCOUNT # 622-80-003 6

PROPERTY DESCRIPTION

SEC/LOT TWN/BLK RNG/TR

TOTAL VALUE OF OPERATING PROPERTY



MARICOPA COUNTY TREASURER

DAVID SCHWEIKERT, TREASURER
301 W JEFFERSON ST - RM 100
PHOENIX, AZ 85003-2199

To update your mailing address please go to:
<http://treasurer.maricopa.gov>

MARICOPA COUNTY 2005 PROPERTY TAX STATEMENT

SIGN UP FOR "PARCEL WATCH"
AT <http://treasurer.maricopa.gov>

PHONE NUMBERS ON OTHER SIDE

\$25.00 CHARGE IF CHECK
FAILS TO CLEAR BANK.

YOUR CHECK IS YOUR RECEIPT.

787 778 *****AUTO**5-DIGIT 85282
RIO VERDE UTILITIES INC
JIM THOMSON/VICE PRESIDENT
25809 N DANNY LN STE 1
RIO VERDE, AZ 85283-8131

LIMITED (PRIMARY) VALUES				PRIMARY	COMPARATIVE 2004 AMT	TAX DISTRIBUTION	
TYPE	LAND	%	ASSESSED			RATE / 100	2005 AMT / 100
LAND / BUILDING PERSONAL PROPERTY EXEMPTION	43500	25.0	10875	COUNTY EDUCATION EQUALIZATION CITY SCHOOL COUNTY EDUCATION COMMUNITY COLLEGE	10.58 3.99	11971 04358	130.19 47.39
PRIMARY TOTAL	43500		10875		18.58 8.08	18080 8838	188.72 97.18
AREA CODE 000003				SUBTOTAL	28.20	42355	471.48
FULL OWNER (SECONDARY) VALUES				SECONDARY			
TYPE	LAND	%	ASSESSED				
LAND / BUILDING PERSONAL PROPERTY EXEMPTION	43500	25.0	10875	FLOOD CAWCD OVERRIDES FIRE DISTRICT ASSISTANCE LIBRARY HEALTHCARE DISTRICT "BONDS" -COUNTY -CITY -SCHOOLS -COMMUNITY COLLEGE	1.88 1.08 -05 -48 0.00 1.02 4.48	2119 1200 0069 0521 1208 1378 5484	23.04 13.06 .76 5.68 13.12 15.00 70.84
SECONDARY TOTAL	43500		10875	SUBTOTAL			
SPECIAL DISTRICT (VALUE ADDED PT) - ASSESSED				DIST #			
RIO VERDE FIRE DISTRICT				10875 11578	18.88	23713	257.88
IF NOT PAID BY DELINQUENT DATES, CALL OR VISIT OUR WEBSITE FOR YOUR INTEREST AMOUNT.					83.84	TOTALS	\$800.00

In accordance with the Americans with Disabilities Act, the County Treasurer will provide materials in alternative formats and will make other reasonable accommodations upon request.

(234400 = PRTCNTL)

PAID

1st half 10/14/05
check # 12003

PAID

2nd half 3/12/06
check # 12258

PARCEL/ACCOUNT # 653-00-003 5

PROPERTY DESCRIPTION

SEC/LOT TWN/BLK RNG/TR

TOTAL VALUE OF OPERATING PROPERTY

MARICOPA COUNTY TREASURER

DAVID SCHWEIKERT, TREASURER
301 W JEFFERSON ST - RM 100
PHOENIX, AZ 85003-2199

To update your mailing address please go to:
<http://treasurer.maricopa.gov>

MARICOPA COUNTY 2005 PROPERTY TAX STATEMENT

SIGN UP FOR "PARCEL WATCH"
AT <http://treasurer.maricopa.gov>

PHONE NUMBERS ON OTHER SIDE

\$25.00 CHARGE IF CHECK
FAILS TO CLEAR BANK.

YOUR CHECK IS YOUR RECEIPT.

787 778 *****5-DIGIT 85262
RIO VERDE UTILITIES INC
JIM THOMPSON/VICE PRESIDENT
25808 N DANNY LN STE 1
RIO VERDE, AZ 85263-8131

LIMITED PROPERTY VALUES				PRIMARY	COMPARATIVE 2004 AMT	2005 DISTRIBUTION	
TYPE	LAND	%	ASSESSED			RATE/100	2005 AMT
LAND / BUILDING PERSONAL PROPERTY EXEMPTION	882749 772251	25.0	220887 193083	COUNTY EDUCATION EQUALIZATION CITY SCHOOL COUNTY EDUCATION COMMUNITY COLLEGE	4815.28 1700.88	11971 04358	4953.01 1803.12
PRIMARY TOTAL	1855000		413750		7080.80 3408.88	18080 8936	7484.74 3897.27
AREA CODE 000003				SUBTOTAL	16719.78	43288	17838.14
FULL CASH (SECONDARY) VALUES				SECONDARY			
TYPE	LAND	%	ASSESSED				
LAND / BUILDING PERSONAL PROPERTY EXEMPTION	882749 772251	25.0	220887 193083	FLOOD CAWCD OVERRIDES FIRE DISTRICT ASSISTANCE LIBRARY HEALTHCARE DISTRICT "BONDS" -COUNTY -CITY -SCHOOLS -COMMUNITY COLLEGE	890.70 447.80 28.74 184.32 0.00 0.00 0.00 0.00 0.00 0.00	2118 1200 0089 0521 1208 0000	487.84 498.50 28.54 215.58 498.98 0.00
SECONDARY TOTAL	1855000		413750	SUBTOTAL	453.04 1481.40	1378 8484	570.58 2277.78
SPECIAL DISTRICT (VALUATION/20 PT) - ASSESSED				DEBT #			
RIO VERDE FIRE DISTRICT				413750	11578	2478.06	23713
IF NOT PAID BY DELINQUENT DATES, CALL OR VISIT OUR WEBSITE FOR YOUR INTEREST AMOUNT.						2881.22	TOTALS \$30,027.18

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(234401 = PRTCNTL)

PAID

1st half 10/14/05
Check # 12003

PAID

2nd half 3/16/06
Check # 12258